



March 8, 2012

CERTIFIED MAIL

Julius and Janet Palyo
22009 WCR 22
Hudson, CO 80642

Re: Notice of Intent to Conduct Surface Operations (Facilities)
PALYO 35N-W11HZ PALYO 13C-11HZ PALYO 13N-11HZ
PALYO 26N-11HZ PALYO 35N-E11HZ PALYO 14N-11HZ
PALYO 35S-11HZ
Township 2N, Range 65W, Section 11: NWNW
Weld County, Colorado

Julius and Janet Palyo:

The Colorado Oil and Gas Conservation Commission ("COGCC") has adopted guidelines and procedures regarding oil and gas activities affecting the surface. These rules stipulate that an affected surface owner must be given advance notice in writing by an operator at least thirty (30) days prior to drilling an oil and gas well.

Kerr-McGee Oil and Gas Onshore LP ("KMG") intends to begin operations to drill the above captioned oil and gas well(s) upon approval of title, receipt of permits from the COGCC prior to November 30, 2012. As the surface owner, it is your responsibility to notify the tenant farmer, if applicable, of this proposed operation.

A site diagram of the proposed location of the well and any associated roads and production facilities is enclosed. Should you have any questions and/or concerns, please contact me at (303) 655-4350 or my cell at (970) 590-6249.

Very truly yours,
KERR-McGEE OIL AND GAS ONSHORE LP

A handwritten signature in black ink, appearing to read 'D. Bell'.

David Bell
Landman

I/we waive the 30 day notice referenced above and approve of the operations commencing upon KMG's receipt of the drilling permit.

:cl
Enclosure



Date Produced: 03/19/2012

ANADARKO PETROLEUM CORPORATION

The following is the delivery information for Certified Mail™ item number 7199 9991 7030 2538 5175. Our records indicate that this item was delivered on 03/12/2012 at 02:36 p.m. in HUDSON, CO, 80642. The scanned image of the recipient information is provided below.

Signature of Recipient:

Janet Palys
Janet Palys

Address of Recipient:

22009 WCR 22

Thank you for selecting the Postal Service for your mailing needs. If you require additional assistance, please contact your local post office or Postal Service representative.

Sincerely,

United States Postal Service

The customer reference number shown below is not validated or endorsed by the United States Postal Service. It is solely for customer use.

Customer Reference Number: 3171688 48918718e carr ad



April 4, 2012

CERTIFIED MAIL

Julius and Janet Palyo
22009 WCR 22
Hudson, CO 80642

Re: Notice of Intent to Conduct Surface Operations (Facilities)
PLEASE SEE ATTACHED.
Township 2N, Range 65W, Section 11: NWNW
Weld County, Colorado

Dear Julius and Janet Palyo:

The Colorado Oil and Gas Conservation Commission ("COGCC") has adopted guidelines and procedures regarding oil and gas activities affecting the surface. The 2A has been deemed complete and Kerr-McGee Oil and Gas OnShore LP ("KMG") as required by Rule 305.e(1).A is hereby giving Landowner Notice.

Please find enclosed the following attachments per the above ruling: Form 2A (w/o attachments), A scaled drawing showing all visible improvement within four hundred (400) feet. Access road map, the COGCC's brochure for surface owners containing the rules pertaining to notice of oil and gas operations, reclamation and opportunities for consultation thereon, as well as, the rules of procedure for filing complaints and making applications for hearings is enclosed. We are also enclosing a postage-paid, return-address post card whereby you may request a consultation pursuant to Rule 306.

The complete application (including attachments) may be reviewed on the COGCC website (cogcc.state.co.us). You may submit comments to the Director, as provided on the COGCC website. Should you have any questions and/or concerns, please contact me at (303) 655-4350 or my cell at (970) 590-6249.

Very truly yours,

KERR-McGEE OIL AND GAS ONSHORE LP

A handwritten signature in black ink, appearing to read 'DB', written over a horizontal line.

David Bell
Landman

cl:
Enclosure

PALYO 35N-W11HZ
PALYO 13N-11HZ
PALYO 14N-11HZ
PALYO 35S-11HZ

PALYO 13C-11HZ
PALYO 26N-11HZ
PALYO 35N-E11HZ



Date Produced: 04/09/2012

ANADARKO PETROLEUM CORPORATION

The following is the delivery information for Certified Mail™ item number 7199 9991 7030 2538 5533. Our records indicate that this item was delivered on 04/07/2012 at 10:14 a.m. in HUDSON, CO, 80642. The scanned image of the recipient information is provided below.

Signature of Recipient:

A handwritten signature in black ink, appearing to read "John L. [unclear]".

Address of Recipient:

22009 WCR 22
HUDSON, CO 80642

Thank you for selecting the Postal Service for your mailing needs. If you require additional assistance, please contact your local post office or Postal Service representative.

Sincerely,

United States Postal Service

The customer reference number shown below is not validated or endorsed by the United States Postal Service. It is solely for customer use.

Customer Reference Number: 3171688 48918718e carren ld